



**Jack Scott, Chair**  
**Bob Margett**  
**John Vasconcellos**

May 20, 2004  
1:30 p.m. – Room 113  
(Part 1 of 3)

	<u>Page</u>
A. University of California and California State University	1
B. Consent	6

# University of California and California State University

Item	Issue	Description	Staff Recommendation	BBL/TB	Compare to May Revision (000's)
6440-101-0001 University of California 6610-001-0001 California State University	<i>Governor's Budget:</i> Student Academic Preparation Programs (Outreach)	Governor's Budget removed all General Fund support for student outreach programs at the UC and CSU; pursuant to new "Compact" with the Administration, UC will provide \$12 million of its own resources and CSU \$45 million to continue	<b>Restore funding to Current-year level of \$85 million</b> (before mid year reductions), as follows: UC \$33 million; CSU \$52 million (Intent is to conform to the Assembly action)		85,000
6440-101-0001 University of California 6610-001-0001 California State University	<i>Governor's Budget:</i> Redirection of 10 percent of incoming freshman class to community colleges	Governor's Budget proposes to reduce enrollment levels at UC and CSU by diverting 7,000 otherwise eligible first-time freshman to the community colleges and then waive the community college fees for this student	<b>Deny Governor's proposal</b> and restore savings associated with decreasing the number of students served as follows: \$24.8 million to UC and \$21.1 to CSU		45,900

6440-101-0001 University of California 6610-001-0001 California State University	<i>Governors Budget:</i> Enrollment Growth	Governor's Budget fails to provide funding for enrollment growth at either the UC or CSU but provides 3 percent enrollment growth at the community colleges and 1.66 percent growth for K-12 apportionment and categorical programs	<b>Provide enrollment growth</b> equivalent to the percent change in the high school graduating class (2.33 percent), for an increased funding level of \$34.4 million at UC and \$44.39 million at CSU		78,790
---	--	---	---	--	--------

# University of California and California State University

Item	Issue	Description	Staff Recommendation	BBL/TB	Compare to May Revision (000's)
6440-001-0001 University of California 6610-001-0001 California State University	<i>New Issue:</i> Specify UC and CSU enrollment levels in Budget Act	The Governor's Budget proposes to provide funding to support 187,062 general campus and summer session students at UC and 341,587 undergraduate, graduate and summer session enrollments at CSU. Given mid-year reductions and CSU's shift of enrollment	<b>Adopt Budget Bill Language</b> (per handout) stating intent of Legislature that a specified number of students be enrolled at UC and CSU in the 2004-05 academic year	BBL	
6440-101-0001 University of California 6610-001-0001 California State University	<i>New Issue:</i> Cost-Of-Living Adjustment (COLA)	Governor's Budget fails to provide funding for a cost-of-living-adjustment for UC and CSU or to otherwise account for price increases in goods and services, while providing a 2.41 percent statutorily-required COLA for K-14	<b>Provide additional General Fund</b> equivalent to a 2.41 percent increase, which is equivalent to \$69.1 million at UC and \$63.4 million at CSU. (Intent is to conform to Assembly Action)		132,500
6440-101-0001 University of California	<i>Governors Budget:</i> Institute for Labor Studies	Governor's Budget eliminates all funding for the Institute for Labor Studies while reducing funding for state-funded research by \$11.6	<b>Provide additional \$3.8 million</b> in General Fund to backfill reduction in program		3,800

# University of California and California State University

Item	Issue	Description	Staff Recommendation	BBL/TB	Compare to May Revision (000's)
6440-101-0001 University of California 6610-001-0001 California State University	<i>May Revision:</i> CSU Graduate Student Fees	May Revision reduced downward from 40 percent, the level of proposed fee increases for graduate students as follows: 20 percent increase at UC; 25 increase percent at CSU; and 20 percent increasing for teacher	In order to provide consistency, <b>approve a 20 percent fee increase</b> for CSU graduate students and provide \$4.1 million General Fund support to "backfill" the lost		4,100
6440-101-0001 University of California	<i>May Revision:</i> Professional Student Fee Increase (UC)	Governor's Budget reduced state support for professional school instruction which has the direct impact of increasing student fees by approximately 30 percent (per UC).	In order to provide consistency, <b>approve a 20 percent fee increase</b> for UC professional school students and provide \$20 million General Fund to "backfill" the lost revenue		20,000

# University of California and California State University

Item	Issue	Description	Staff Recommendation	BBL/TB	Compare to May Revision (000's)
6440-101-0001 University of California 6610-001-0001 California State University	<i>Governors Budget/May Revision:</i> Excess Unit Fee (Issue 003)	Governor's Budget proposes that UC and CSU charge the full cost of instruction to students who have exceeded (by 110 percent) the number of units needed to graduate. The Administration believes this proposal would result in \$33.7 million in revenue (\$24.4 million at UC and \$9.3 million at CSU)	<b>Approve May Finance letter</b> which revised downwards, the revenue estimates for UC and provided an additional \$8.2 million GF. <b>Augment by \$25.5 million</b> to "backfill" the remaining lost revenue at UC (\$1.1 million) and CSU (\$24.4 million)		25,500
6440-101-0001 University of California 6610-001-0001 California State University	<i>Governors Budget:</i> Campus-Based Financial Aid	Governor's Budget reduces from 33 percent to 20 percent the amount of student fee revenue that is set aside for campus-based financial aid programs.	<b>Provide \$45.9 million General Fund</b> to keep campus financial aid budgets at the original 33 percent return-to-aid level (\$25.6 million UC; \$3.5 million UC professional schools; \$16.8 million CSU)		45,900

# University of California and California State University

Item	Issue	Description	Staff Recommendation	BBL/TB	Compare to May Revision (000's)
6600-001-0001 Hastings College of Law	<i>New Issue:</i> Additional support for Hastings College of Law	Additional funding to provide COLA and decrease law school fees to 20 percent increase	<b>Conforming to prior action</b> -- provide \$2.8 million to increase professional school fees by 20 percent		2,800
6440-001-0001 University of California	<i>Governors Budget:</i> University of California, Merced	Governor's budget provides a total of \$20 million General Fund for start-up costs associated with the new Merced campus; additional bond funding is proposed for facilities construction	<b>Deny Governor's Budget</b> proposal and provide \$0 to support UC Merced start-up costs; approve capital outlay proposal, as budgeted		-20,000

## Consent

Item	Issue	Description	Staff Recommendation	BBL/TB	Compare to May Revision (000's)
6440-001-0001 University of California	<i>May Revision Finance Letter:</i> Technical Adjustment related to undergraduate student fees (Issue 001)	Provides additional General Fund to correct a calculation error in the number of full-time equivalent students	<b>Approve May Revision.</b>		
6440-001-0001 University of California	<i>May Revision Finance Letter:</i> Technical Adjustment related to graduate student fees (Issue 002)	Provides additional General Fund to correct a calculation error in the number of full-time equivalent students	<b>Approve May Revision.</b>		
6440-001-0001 University of California	<i>May Revision Finance Letter:</i> Technical Adjustment related to proposed outreach reduction (Issue 004)	Provides additional General Fund to correct an error in the amount of university funds already	<b>Approve May Revision.</b>		
6440-001-3054 University of California	<i>May Revision Finance Letter:</i> Technical Adjustment related to Health Care Benefit Expenditures (Issue 001)	Adds item and appropriates \$3.2 million pursuant to statute	<b>Approve May Revision.</b>		
6610-001-0001 California State University	<i>May Revision Finance Letter:</i> Technical Adjustment related to undergraduate student fees (Issue 001)	Provides additional General Fund to correct a calculation error in number of full-time equivalent students	<b>Approve May Revision.</b>		
6610-301-6041 6610-493 California State University	<i>May Revision Finance Letter:</i> Capital Outlay Changes	Increase project costs for California Maritime Academy acquisition project and systemwide minor capital outlay projects and add item to	<b>Approve May Revision.</b>		



## Consent

Item	Issue	Description	Staff Recommendation	BBL/TB	Compare to May Revision (000's)
6610-301-6041 6610-302-6041 California State University	<i>May Revision Finance Letter:</i> Capital Outlay Changes	Shift following two projects from "streamlined" capital outlay process to "conventional" process: Dominguez Hills	<b>Approve May Revision.</b>		
6870-101-0001 California Community Colleges	<i>Technical Adjustment:</i> Board of Governor's (BOG) Fee Waivers	Decrease funding for BOG fee waivers by \$418,893 to account for the decreased need for financial aid due to the	<b>Approve Reduction</b>		-0,419

### **6440-001-0001 University of California**

#### *Add New Provision:*

The Amount appropriated in Schedule (1) includes funding for the University of California to enroll 211,907 full time equivalent students (FTES), which represents 2.33 percent (5,079 FTES) above the budgeted enrollment provided in the Budget Act of 2003. The Legislature expects the University to enroll this number of FTES during the 2004-05 academic year. The University shall report to the Legislature by April 15, 2005 on whether it has met the 2004-05 enrollment goal. If it does not meet this goal, the Director of Finance shall revert to the General Fund the total amount of enrollment funding associated with the share of the enrollment goal that was not met.

### **6610-001-0001 California State University**

#### *Add New Provision:*

The Amount appropriated in Schedule (1) includes funding for the California State University to enroll 329,380 full time equivalent students (FTES), which represents 2.33 percent (7,413 FTES) above the budgeted enrollment provided in the Budget Act of 2003. The Legislature expects the University to enroll this number of FTES during the 2004-05 academic year. The University shall report to the Legislature by April 15, 2005 on whether it has met the 2004-05 enrollment goal. If it does not meet this goal, the Director of Finance shall revert to the General Fund the total amount of enrollment funding associated with the share of the enrollment goal that was not met.